

Foothills Utilities, Inc.
103 Regal Tower
Maryville, Tn 37803
Phone: 865-982-5115
Fax: 865-984-1629
Email: hgk1456@aol.com

RECEIVED

2004 NOV -3 AM 9:45

T.R.A. DOCKET ROOM

November 2, 2004

Randall L. Gilliam
Tennessee Regulatory Authority
460 James Robertson Parkway
Nashville, TN 37243-0505

Re: Order Requiring Supplementation Of The Record
Docket No. 04-00117

Dear Mr. Randall L. Gilliam:

In response to additional documentation requested, I have enclosed for filling the following:

Exhibit A. Letter from the State Of Tennessee Water and Wastewater Certification Board that documents Robert C. Young Jr. qualifications to operate waste water plants, collection systems, distribution systems, and small water system operator.

Exhibit B. Copy of two page contract with Mr. Young's company Environmental Management Group and Foothills Utilities, Inc. to operate our plant and collect system.

Exhibit C. Copy of Environmental Management Group current contracts and references.

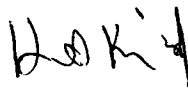
Exhibit D. Copy of State of Tennessee Department of Environmental and Conservation State Permit N SOP-02053 approving of waste water plant.

Exhibit E. Copy of front page with permit approval stamp affixed of the Technical Specifications for our Collection System.

Exhibit F. Copy of front page of plans for waste water plant WPC 03-0126CO approval stamp.

Please return one copy after stamped received stamped by docket room in the enclosed self address stamped envelope. Thank you for your time and consideration in this matter, if you have comments or suggestions please do not hesitate to contact me.

Sincerely,



Harold G. King Jr.
Foothills Utilities, Inc. President



EXHIBIT A

**STATE OF TENNESSEE
WATER AND WASTEWATER CERTIFICATION BOARD**

2022 Blanton Drive
Murfreesboro, Tennessee 37129
Phone (615) 898-8090 Fax (615) 898-8064

October 29, 2004

Mr. Gil King
Foothills Utilities Inc.

RE: Certified Operator Robert C. Young, Jr. ID# 411845584

Dear Mr. King,

This letter serves to document that Robert C. Young, Jr. ID# 411845584, currently holds the following certifications with the State of Tennessee Water and Wastewater Operator Certification Board:

**Grade IV Wastewater Treatment Plant Operator
Grade I Wastewater Collection System Operator
Grade I Distribution System Operator
Small Water System Operator.**

Mr. Young's certifications are current and in good standing.

Please call me at (615) 898-8090, if you have any questions or if I may be of further assistance

Sincerely,

Sherry M. Messick
Certification Program Coordinator

SMM

OPERATION PROPOSAL

This agreement is entered into this October 1st, 2004, by and between ENVIRONMENTAL MANAGEMENT GROUP, P. O. Box 1011, Alcoa, TN 37701, hereinafter referred to as "EMG" and Foothills Utility, Inc, hereinafter referred to as "owner".

In consideration of the terms, covenants, and conditions of this Agreement, it is hereby agreed as follows:

1. TERM: This agreement shall commence on and continue until cancelled by written notice thirty days in advance by either party.

2. LOCATION OF PROPERTY: This Agreement specially covers the operation and maintenance of the Wastewater Plant located at Loud Valley Resort

3. FEE: In consideration for the operation of the plant, OWNER agrees to pay EMG, 400.00 per month in advance.

4. GOVERNMENTAL REGULATIONS: All maintenance, operation, and service performed by EMG under this Agreement shall be that as required by the State Department of Environment and Conservation and/or such other governmental agencies as shall exercise jurisdiction over said sewage treatment plant in accordance with appropriate departmental guidelines, testing procedures and operations during the effective date of this Agreement.

EMG will at all times operate and maintain the plant in accordance with the manufacture's recommended procedures to assure compliance with State, County, and local regulations. EMG will strive to exceed the discharge standards providing approved design parameters are not exceeded.

5. FREQUENCY: EMG will perform on-site inspections a minimum of once (1) per week.

6. SPECIFIC DUTIES: EMG shall perform on-site inspection, testing and reporting to fulfill regulatory requirements.

7. SUPERVISION: EMG will supervise any action by others at the PLANT. They will supervise sludge removal and pump down from any portion of the PLANT. They will ensure that the pump down is

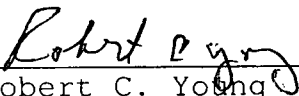
properly performed without destroying the beneficial bacteria action in the tanks.

8. NOTIFICATION OF PROBLEMS: EMG will immediately notify the appropriate authority including the "OWNER" by telephone, or any faster method available in the event of PLANT upset, need for PLANT pump down and/or untreated wastewater feed into improper areas, (including lakes, streams, rivers, real property, etc.)

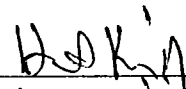
9. REPAIRS: It is not intended that any pump, blower, or other piece of equipment be replaced or repaired by EMG.

10. INVENTORY: All costs for disinfect ion material (Chlorine, etc.) shall be billed to the OWNER. All costs for sludge removal shall be billed to the "OWNER"

IN WITNESS WHEREOF, the parties hereto have set their hands and seals the day and year first above written.



Robert C. Young
ENVIRONMENTAL MANAGEMENT GROUP



Foothills, Utilities, Inc.

ENVIRONMENTAL MANAGEMENT GROUP

P.O. Box 1011, Alcoa, TN 37701

EXHIBIT C

CURRENT CONTRACTS

Blount County Board of Education

Friendsville School
Lanier Elementary School
Walland Elementary School

City of Wartburg

City of Madisonville

Foothill's Homeowner's Assoc.

Cocke County Board of Education
Cosby School
Centerview School
Parrottsville School

City of Parrottsville

Roane County Board of Education

Linkbelt Corp.

Morgan County Board of Education
Petros School
Coalfield School
Oakdale School

City of Oakdale
City of Sunbright
Topside Investment Group
RAM Lodging
Hiawasse College
Goodwill Industry

REFERENCE

Bill Ferguson
TN Dept. of Environment and Conservation
865-5945592

Donnie Chambers
City of Madisonville
423-2615601

Kevin Brown
Blount County Board of Education
865-9849412



STATE OF TENNESSEE
DEPARTMENT OF ENVIRONMENT AND CONSERVATION
401 CHURCH STREET
L & C ANNEX 6TH FLOOR
NASHVILLE TN 37243-1534

November 27, 2002

Mr H & King
Owner
Laurel Valley Resort
701 Laurel Valley Road
Towsend, TN 37882

Re: State Permit No. SOP-02053
Laurel Valley Resort
Towsend, Blount County, Tennessee

Dear Mr King.

In accordance with the provisions of the "Tennessee Water Quality Control Act" (Tennessee Code Annotated Sections 69-3-101 through 69-3-120) the enclosed State Permit is hereby issued by the Division of Water Pollution Control. The continuance and/or reissuance of this Permit is contingent upon your meeting the conditions and requirements as stated therein

Please be advised that you have the right to appeal any of the provisions established in this State Permit, in accordance with Tennessee Code Annotated, Section 69-3-110, and the General Regulations of the Tennessee Water Quality Control Board. If you elect to appeal, you should file a petition within thirty (30) days of the receipt of this permit.

If you have questions, please contact the Division of Water Pollution Control at your local Environmental Assistance Center at 1-888-891-TDEC, or, at this office, please contact Mr Hari Akunuri at (615) 532-0650 or by E-mail at Hari_Akunuri@state.tn.us

Sincerely,

Robert L. Halley 

Saya Ann Qualls, P E.
Manager, Permit Section
Division of Water Pollution Control

SOP-02053
P/WAT/SS

Enclosure

cc Division of Water Pollution Control, Permit Section
Division of Water Pollution Control, Environmental Assistance Center - Knoxville

WFC 03-0000

TECHNICAL SPECIFICATIONS
SMALL DIAMETER GRAVITY
SEWER COLLECTION SYSTEM

LAUREL VALLEY RESORT
TOWNSEND (BLOUNT COUNTY), TENNESSEE

APPROVED FOR CONSTRUCTION
THE DOCUMENT IS THE PROPERTY OF THE STATE OF TENNESSEE AND IS TO BE USED ONLY FOR THE PROJECT AND NOT FOR ANY OTHER PURPOSE. ANY REUSE OR MODIFICATION OF THIS DOCUMENT WITHOUT THE WRITTEN PERMISSION OF THE STATE OF TENNESSEE IS PROHIBITED.

THE APPROVAL GIVEN BY THE STATE OF TENNESSEE IS A PRESUMPTION OF
CORRECT OPERATION OF THE SYSTEM. THE STATE DOES NOT ASSUME RESPONSIBILITY FOR THE
APPROVED FACILITIES WILL BEACH THE DESIGN GOALS FOR THE COMMISSIONER

BY Adrian Bahar

Owner: H.R. King
King Properties

COLLECTION SYSTEM FOR STATE
OPERATING PERMIT NUMBER 02-053

PROJECT
SITE



WPC 03-0126 CD

REMOVED FOR COMINT SECTION
CORRECTED AND RE-TRANSMITTED TO THE
PROCESSED BY THE COMMUNICATIONS SECTION
BY Adnan B. Bahar